

# **EXHIBIT 34**

## EXHIBIT 34

### **Mubea Inc., Adv. Pro. No. 07-02489-rdd**

Mubea Inc.'s ("Mubea") attorney of record at the time, Stephen H. Gross, received the electronic notice of the Final Extension Motion "on behalf of Creditor Mubea Inc." *See Ex. 10, Notice of Electronic Filing of Final Extension Motion, ECF Service list, p. 15.*

Mubea filed two Declarations, each from its Chief Executive Officer, Byrd Douglas Cain III. Neither of his declarations states that Mubea did not receive notice of the Final Extension Motion. Moreover, Mr. Cain's declarations are not credible as in relevant part they contradict each other.

On November 24, 2010, Mr. Cain signed a Declaration in which he states that "although Mubea's counsel at the time may have received notice that Delphi was seeking to file preference complaints under seal and extend time for service of the complaint past the running of the statute of limitations, Mubea had no knowledge that it was one of the named defendants...." *Ex. 34(a), Declaration of Byrd Douglas Cain III, dated November 24, 2010, ¶ 4.*

In his July 7, 2011 declaration, Mr. Cain seemingly denies all service: "[t]o the best of my knowledge, after investing this matter, Mubea was never served with the Final Extension Motion and Final Extension Order and did not receive notice of the Final Extension Motion and Final Extension Order from Stephen H. Ross [sic] or anybody else." *Ex. 34(b), Declaration of Byrd Douglas Cain III, dated July 7, 2011, ¶ 8.* This assertion, along with others in Mr. Cain's second declaration, is seemingly worded to create a false impression. The reference to Stephen H. Gross is misleading. As noted above, Stephen H. Gross was served as evidenced by the certificate of service. Moreover, in Paragraph 4 of his Declaration, Mr. Cain acknowledges that

Mr. Gross and his firm, Hodgson Russ LLP, represent Mubea. Mr. Cain adds at Paragraph 5 that Mr. Gross did not represent Mubea in this avoidance proceeding and was not authorized to accept service, but that is meaningless as to the question of whether Mubea has been served with the Final Extension Motion. Clearly it has.

Mubea received other relevant information advising that avoidance claims had been filed under seal and the time to serve the complaints and summonses had been extended. Mubea was served with the First Amended Plan Disclosure Statement, filed in December 2007. *See Affidavit of Service (Docket No. 11974).*<sup>5</sup> On December 13, 2007, the Debtors also filed a copy of the Disclosure Statement publicly with their Form 8-K (Docket No. 11388). The Disclosure Statement outlined in detail that Preference Claims were to be filed under seal, with service deferred until after the limitations period. As this Court discussed during the July 22, 2010 hearing, the Disclosure Statement, combined with the defendants' knowledge that they had in fact received preferential transfers, put the defendants on notice of the preference claim procedures at issue and on inquiry notice as to the need to monitor preference claim developments. *Ex. 8, July 22, 2010 Transcript, pp. 150-153.*

Through the information conveyed in the above filings, Mubea cannot credibly deny knowledge that avoidance claims were filed and placed under seal and the summonses had been extended. Moreover, Mubea had every reason to anticipate that it was the target of one of the avoidance claims. As set forth in the Debtors' complaint, Mubea was a supplier who, on October 5, 2005, just days before the Debtors' October 8, 2005 chapter 11 petition, received a non-ordinary course wire transfer in the amount of \$1,444,224.24. *Ex. 34(c), Mubea Inc.*

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<sup>5</sup> *Ex. 7, Service List: Class UA (Administrative Claims), p. 5 and Notice Parties to Ballot Recipients, p. 7.*

*Complaint.* Undoubtedly Mubea understood the preference implications. *See also In re TWA Inc. Post Confirmation Estate*, 305 B.R. 221, 227 (D. Del. 2004) (“[I]n large chapter 11 cases sophisticated creditors typically are well aware of prospects and risks of preference litigation. ... Thus, it seems unlikely that creditors could be surprised or caught off guard when such preference complaints are finally filed.”).

# EXHIBIT A

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UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

----- -X	
In re	Chapter 11
DELPHI CORPORATION, <u>et al.</u> ,	Case No. 05-44481 (RDD)
	(Jointly Administered)
Debtors.	
----- -X	
DELPHI AUTOMOTIVE SYSTEMS, LLC,	
Plaintiff,	
v.	Adv. Proc. No. 07-02489-rdd
MUBEA INC.,	
Defendant.	
----- -X	

**DECLARATION OF DOUGLAS CAIN IN SUPPORT OF MUBEA INC.'S  
MEMORANDUM OF LAW IN OPPOSITION TO REORGANIZED DEBTORS'  
MOTION FOR LEAVE TO FILE AMENDED COMPLAINT**

I, Byrd Douglas Cain III, pursuant to 28 U.S.C. § 1746, furnish this declaration and declare as follows:

1. I am the Chief Executive Officer of Mubea, Inc. ("Mubea").

2. I make this Declaration to the best of my knowledge, and if called as a witness, would testify to the facts contained herein.

3. Mubea supplied parts to Delphi Corporation and/or its subsidiaries and affiliates (collectively "Delphi") prior to Delphi filing for Chapter 11 bankruptcy in October 2005.

4. Until March 2010, Mubea was unaware that a complaint had been filed against it by Delphi. Further, although Mubea's counsel at the time may have received notice that Delphi was seeking to file preference complaints under seal and extend the time for service of the complaint past the running of the statute of limitations, Mubea had no knowledge that it was one of the named defendants since Delphi had not provided any indication to Mubea that Delphi would be pursuing a claim against Mubea.

5. To the best of my knowledge, Mubea never received notice of Delphi's motions to extend the time to serve the complaint or the orders that granted them. Nor did Mubea receive the December 2007 Disclosure Statement.

6. Having no notice that it had been sued or that the time for service of the secret complaint against it had been extended multiple times, Mubea did not take any steps to organize or preserve information that would be necessary to defend against the preference action.

7. Mubea did not specifically archive its employees' computerized information with respect to Delphi. In addition, Defendant did not hold exit interviews with departing employees who were knowledgeable about the Delphi business relationship or make arrangements to keep in touch with them.

8. If Mubea had known that Delphi was suing it, it would have taken special steps to organize and preserve its records with respect to Delphi, and would have held interviews with employees.

9. Mubea has been gravely prejudiced in its ability to defend this adversary proceeding by Delphi's delay in serving the complaint.

I make this Declaration under penalty of perjury.

  
Byrd Douglas Cain III

Executed in Florence, Kentucky  
on November 24, 2010



# EXHIBIT B

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Attorneys for Mubea, Inc.

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

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	:	
In re	:	Chapter 11
	:	
DELPHI CORPORATION, <u>et al.</u> ,	:	Case No. 05-44481 (RDD)
	:	
	:	(Jointly Administered)
Debtors.	:	
-----	-X	
	:	
DELPHI AUTOMOTIVE SYSTEMS, LLC,	:	
	:	
Plaintiff,	:	
	:	
v.	:	Adv. Proc. No. 07-02489-rdd
	:	
MUBEA INC.,	:	
	:	
Defendant.	:	
-----	-X	

**DECLARATION OF BYRD DOUGLAS CAIN III**

I, Byrd Douglas Cain III, pursuant to 28 U.S.C. § 1746, furnish this declaration and declare as follows:

1. I am the Chief Executive Officer of Mubea, Inc. ("Mubea").
2. I make this Declaration to the best of my knowledge, and if called as a witness, would testify to the facts contained herein.

3. Mubea supplied parts to Delphi Corporation and/or its subsidiaries and affiliates (collectively "**Delphi**") prior to Delphi filing for Chapter 11 bankruptcy (Case No. 05-44481) (the "**Delphi Case**") in October 2005.

4. Attorney Stephen H. Gross at the firm Hodgson Russ LLP initially represented Mubea in the Delphi Case.

5. Stephen H. Gross and Hodgson Russ do not represent, and has never represented, Mubea in the adversary proceeding case number 07-02489. Stephen H. Gross and Hodgson Russ have never been authorized to accept service of any pleading in that adversary proceeding.


6. Until March 2010, Mubea was unaware that a complaint had been filed against it by Delphi. Mubea had no knowledge that it was one of the named defendants being kept secret under seal since Delphi had not provided any indication to Mubea that Delphi would be pursuing a claim against Mubea.

7. I have recently reviewed Delphi's Supplemental Motion Pursuant to Fed. R. Bankr. P. 7004(a) and 9006(b)(1) and Fed. R. Civ. P. 4(m) to Extend Deadline to Serve Process for Avoidance Actions Filed in Connection With Preservation of Estate Claims Procedure Order (Docket No. 18952) (the "**Fourth Extension Motion**") and the Order entered on October 22, 2009 approving that motion (Docket No. 18999) (the "**Fourth Extension Order**").

8. To the best of my knowledge, after investigating this matter, Mubea was never served with the Fourth Extension Motion and Fourth Extension Order and did not receive notice of the Fourth Extension Motion and Fourth Extension Order from Stephen H. Ross or anybody else.

9. The first Mubea learned of Delphi's Fourth Extension Motion and Fourth Extension Order was not until after it was served with the complaint in March 2010.

I make this Declaration under penalty of perjury.

  
Byrd Douglas Cain III

Executed in Florence, Kentucky  
on July 7<sup>th</sup>, 2011

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# EXHIBIT C

This is a sealed pleading and it is subject to the Order Under 11 U.S.C. §§ 102(1)(A), 105(a), 107, 108(a)(2), and 546(a) and Fed. R. Bankr. P. 7004, 9006(c), and 9018 (i) Authorizing Debtors to Enter into Stipulations Tolling Statute of Limitations with Respect to Certain Claims, (ii) Authorizing Procedures to Identify Causes of Action that Should be Preserved, and (iii) Establishing Procedures for Certain Adversary Proceedings Including Those Commenced by Debtors Under 11 U.S.C. § 541, 544, 545, 547, 548 or 553, dated August 16, 2007.

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UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

----- X	
In re:	: Chapter 11
	: Case No. 05-44481 [RDD]
DELPHI CORPORATION, <i>et al.</i> ,	:
	: Jointly Administered
----- X	
DELPHI CORPORATION, <i>et al.</i> ,	: Adv. Pro. No. 07-____ [RDD]
	:
Plaintiffs,	:
	:
- against -	:
	:
MUBEA and MUBEA INC.,	:
	:
Defendants.	:
----- X	

**COMPLAINT TO AVOID AND RECOVER  
TRANSFERS PURSUANT TO 11 U.S.C. §§ 547 AND 550**

Delphi Corporation ("Delphi") and the other above-captioned debtors and debtors in possession, the plaintiffs herein (together, the "Plaintiffs"),<sup>1</sup> by their conflicts counsel, Togut, Segal & Segal LLP, as and for their complaint ("Complaint") against the above-captioned Defendants (defined below), allege the following on knowledge as to themselves and their own acts and otherwise upon information and belief:

### INTRODUCTION

1. On October 8, 2005 (the "Initial Filing Date"), Delphi and certain of its subsidiaries (the "Initial Filers") each filed voluntary petitions in this Court for reorganization relief under Chapter 11 of Title 11 of the United States Code (the "Bankruptcy Code"). On October 14, 2005, three additional U.S. subsidiaries of Delphi (together with the Initial Filers, the "Debtors") filed voluntary petitions in this Court for reorganization relief under Chapter 11 of the Bankruptcy Code.

2. The Debtors continue to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

### JURISDICTION, VENUE AND PARTIES

3. Plaintiffs bring this adversary proceeding (the "Adversary Proceeding") pursuant to, *inter alia*, sections 547 and 550 of the Bankruptcy Code and Rules 3007 and 7001(1) of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules") for an Order and Judgment of this Court against Mubea and Mubea Inc. (together, "Defendants") to direct the return of certain avoidable transfers (the "Transfers") that were made by Plaintiffs to Defendants as more fully and particularly identified in Exhibit "1" annexed hereto.

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<sup>1</sup> The term "Plaintiffs" shall mean all of the Debtors in the above-captioned chapter 11 cases.

4. This Adversary Proceeding is a "core" proceeding pursuant to 28 U.S.C. §§ 157(b)(2)(A), (F) and (O).

5. Jurisdiction exists in this Court pursuant to 28 U.S.C. § 1334.

6. Venue of this Adversary Proceeding is proper in this Court pursuant to 28 U.S.C. § 1409(a).

7. Upon information and belief, Defendants were creditors of one or more of the Plaintiffs prior to the filing of Plaintiffs' chapter 11 cases.

8. Plaintiffs retain the right to enforce, sue on, settle or compromise all causes of action including, without limitation, claims under and pursuant to sections 502(d), 544, 547, 548 and 550 of the Bankruptcy Code.

#### **CLAIMS FOR RELIEF**

##### **FIRST CAUSE OF ACTION (Avoidance and Recovery of Preferential Transfers)**

9. Plaintiffs repeat, reallege and incorporate by reference all of the allegations contained in paragraphs 1 through 8 of this Complaint as though set forth at length herein.

10. On or within ninety (90) days prior to the Initial Filing Date, Plaintiffs made, or caused to be made, the Transfers to Defendants.

11. The Transfers constitute transfers of interests in Plaintiffs' property.

12. Plaintiffs made, or caused to be made, the Transfers to, or for the benefit of Defendants.

13. Plaintiffs made, or caused to be made, the Transfers for, or on account of, antecedent debt(s) owed to Defendants prior to the dates on which the Transfers were made (the "Debt").



14. Pursuant to Bankruptcy Code section 547(f), for purposes of this Adversary Proceeding, Plaintiffs are presumed to have been insolvent at the time that the Transfers were made.

15. The Transfers enabled Defendants to receive more than they would have received if: (i) this case was administered under chapter 7 of the Bankruptcy Code; (ii) the Transfers had not been made; and (iii) Defendants had received payment of the Debt to the extent provided by the Bankruptcy Code.

16. Based upon the foregoing, the Transfers constitute avoidable preferential transfers pursuant to section 547(b) of the Bankruptcy Code and pursuant to section 550(a) of the Bankruptcy Code, an Order should be entered granting judgment in favor of Plaintiffs: (i) avoiding the Transfers pursuant to Bankruptcy Code section 547(b); (ii) against Defendants in an amount not less than the amount of the Transfers, plus interest from the date hereof and the costs and expenses of this action including, without limitation, attorneys' fees; and (iii) directing Defendants to turnover and pay such sum to Plaintiffs pursuant to Bankruptcy Code section 550(a).

**WHEREFORE**, Plaintiffs respectfully request entry of judgment on their Complaint as follows:

a. On Plaintiffs' First Cause of Action, in favor of Plaintiffs and against Defendants in an amount not less than the amount of the Transfers, plus interest from the date hereof until full payment is made to Plaintiffs, together with the costs and expenses of this action, including, without limitation, attorneys' fees, and directing Defendants to turnover such sum to Plaintiffs pursuant to Bankruptcy Code sections 547(b) and 550(a); and

b. Granting such other and further relief as this Court may deem just  
and proper.

DATED: New York, New York  
September 26, 2007

DELPHI CORPORATION, *et al.*,  
Debtors, Debtors in Possession and Plaintiffs,  
By their Conflicts Counsel,  
TOGUT, SEGAL & SEGAL, LLP  
By:

/s/ Neil Berger  
NEIL BERGER (NB-3599)  
SCOTT E. RATNER (SER-0015)  
Members of the Firm  
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(212) 594-5000

**EXHIBIT "1"**

**DELPHI CORPORATION, *et al.***  
**v.**  
**MUBEA, *et al.***

<b><u>Transfer Date</u></b>	<b><u>Transfer Amount</u></b>	<b><u>Transfer Type</u></b>
7/29/2005	\$149,670.69	EFT
8/2/2005	\$1,554,470.61	EFT
9/2/2005	\$210,772.52	EFT
9/30/2005	\$15,000.00	EFT
10/4/2005	\$1,894,636.89	EFT
10/5/2005	\$1,444,224.24	WIRE
<b>TOTAL:</b>	<b>\$5,268,774.95</b>	